



On February 17, 2009, the American Recovery and Reinvestment Act (ARRA) was passed by Congress and signed into law by President Obama. ARRA provides increased support to several existing federal programs administered by states, creates new programs such as the State Fiscal Stabilization Fund, and offers opportunities for states to apply for competitive grant programs.

The American Recovery and Reinvestment Act's significant investment in North Carolina totaled almost \$19.5 billion, including assistance for those needing help the most through increases in unemployment benefits, Medicaid payments, and food stamps. In addition to those expanded services, ARRA gives hundreds of thousands of working North Carolinians a break through tax credits like the *Making Work Pay* tax credit and the *First Time Homebuyer's* tax credit.

The Recovery Act is not like earlier attempts to revive the nation's economy. It is not only a one-time infusion of federal funds; instead it is a long-term effort to restore economic expansion in the short-term, as well as prepare the nation's economy for stable, healthy long-term growth. Under the terms of the Recovery Act, support for North Carolina's economy will include both investments made directly by the federal government and investments of federal funds that are made under the oversight of the North Carolina state government.

## American Recovery and Reinvestment Act Report, Alleghany County

Alleghany County received more than \$13.3 million in ARRA funding in grants, loans, and bonds. The following report outlines the various funding categories that contributed to the Alleghany County total.



**School Bonds:**  
**\$3.75 million**



**Justice Grants:**  
**\$63,000**

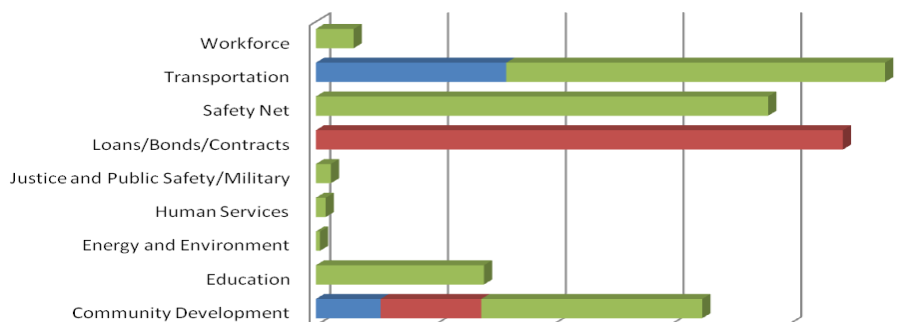


**Appliances rebated:**  
**19**



**Family homes financed:**  
**7**

### Alleghany County Totals



Sum of Prime Awards Sum of Sub-Awards Sum of Loans/Bonds

### Alleghany County,

pop 11,155 at a glance:

### Recovery Act Totals:

Grants: \$8,039,340.01

Loans: \$1,574,255

Bond: \$3,757,815

**Total: \$13,371,410.01**



## Education

The Recovery Act placed a special emphasis on maintaining education funding. Governor Beverly Perdue furthered this commitment by pledging additional recovery funds from the Recovery Act to education, and leading North Carolina to additional funds by winning \$400 million in the Race to the Top program.

Most of the ARRA education funds are distributed to local schools through existing funding formulas. Special Education Funds and Title I funds go to schools based on eligible student enrollment. State Fiscal Stabilization Funds (SFSF) and the EduJobs grants were designed to hold schools harmless during the recession, and were distributed to public and charter schools. The school systems have spent the majority of the funds on staff and support. Some projects, such as Race to the Top, will be spent for purchasing products and services rather than salaries for staff.

Authorization for low/no interest bonds for school construction/renovation followed the Department of Public Instruction procedures with initial allotments to the school systems. If a school system could not utilize their allotment, it was released to other school systems that could utilize additional allotments.

**Alleghany County schools** received \$1.6 million in education funding, including \$320,000 in Special Education funds, \$275,000 in Title I funds, almost \$1 million in SFSF funds, \$169,000 in Race to the Top funding and received an \$3.75 million bond allocation.



## Family Assistance

The Federal Department of Agriculture increased funding to their Single-Family home program with the ARRA. These resources assisted families in achieving the American Dream of home ownership through direct financial assistance (grants) or credit (loan guarantees). This program pumped more than \$729 million into North Carolina, providing assistance to more than 5,400 families.

**In Alleghany County**, 7 families received assistance through this program totaling more than \$700,000.

The Department of Energy created the Energy Star Appliance rebate program to help stimulate the economy by incentivizing the purchase of new, more energy efficient appliances, and helping consumers by providing long-term savings from their utility bills. The State Energy Office in the North Carolina Department of Commerce managed the program insuring North Carolina residents and retailers received the maximum benefit from this opportunity. North Carolina retailers sold more than 25,500 new energy efficiency appliances through this program, and North Carolina residents will enjoy energy savings for years to come. The program was so successful, that the State Energy Office reprogrammed additional funding to provide discounts to everyone participating in the program, bringing the total program value from \$8 up to \$10 Million.

**Alleghany County** retailers sold 19 appliances through the Energy Star Appliance rebate program.



## Farm Assistance

The Supplemental Revenue Assistance Payments (SURE) Program is administered by the Farm Services Administration in the federal Department of Agriculture, which provides assistance to farmers suffering crop losses due to natural disasters. To qualify for the program a farm must have lost at least 10% of one crop during a natural disaster in a declared disaster county, or lost 50% of a crop during a disaster in a non-disaster county. North Carolina farmers received more than \$9 million in total payments under the ARRA-Funded SURE Program.

**In Alleghany County,** \$16,040 was received in assistance to farmers because of crop loss to natural disasters.



## Justice and Public Safety Programs

ARRA increased funding to the federal Byrne Justice Assistance Grants Program (JAG). JAG funds were awarded both as a formula allocation to the State, for \$34.5 million, and grants distributed by the Governor's Crime Commission to various local governments and entities. In addition, \$21,853,798 went to 216 local governments across the state for various purposes in line with the requirements of the act. Finally, there is a federal competitive portion that was open to state or local government applicants.

**In Alleghany County,** a Byrne JAG program grant was received for more than \$63,000.



## Green Energy Programs

One of the goals of ARRA was to provide grants to help conserve energy and assist in the development of a green economy. The State Energy Office in the North Carolina Department of Commerce received large grants for energy conservation under the American Recovery and Reinvestment Act. These grants include the Energy Efficiency Conservation Block Grant (EECBG), funded at just under \$20 million, and the State Energy Plan (SEP), funded at \$70 million. The State Energy Office then used these grants to make awards to businesses, non-profits, and local governments for various purposes.

**In Alleghany County,** the Town of Sparta received an EECBG grant for \$32,920 for upgrading lighting in six buildings.



## Safety Net Programs

Safety net programs are the category of ARRA funding that consists of programs designed to help populations made particularly vulnerable by the economic crisis. These generally include increases in existing programs, most notably the increase in both benefit level and duration of unemployment payments. Increases in the amount and duration of unemployment payments makes up the largest chunk of safety net programs funded through the Recovery Act, totaling more than \$3.5 billion statewide over more than two years. Safety net programs such as unemployment insurance and SNAP (formerly known as Food Stamps), not only benefit the recipient, but have a proven economic impact on a community.

**Alleghany County** residents received more than \$2.5 million in Unemployment Insurance increases during the 2 ½ year ARRA benefits increase. County residents also received \$600,000 in SNAP benefit increases, and \$700,000 in one-time payment of \$250 to social security recipients.

## Alleghany County Feature Story

### Alleghany County receives High Speed Broadband with Recovery Investments

One of the important goals of the American Recovery and Reinvestment Act was to promote the construction of important infrastructure and technological foundation for the 21<sup>st</sup> century economy. High-speed internet, also known as broadband, is one of the great infrastructure challenges of the 21st century. By investing in broadband, ARRA is laying the groundwork for sustainable economic growth, well-paying jobs, and global competitiveness. Like other widespread technological advances, broadband is an enabling technology that will allow for innovations that today cannot be anticipated. These investments have the potential to be transformative. They will create a platform for innovation and entrepreneurship across all sectors of the economy and address many of the state's priorities including healthcare, education, small business, and public safety.



In 2009, the Recovery Act funded the Rural Utilities Service (RUS), Broadband Initiatives Program (BIP), and the National Telecommunications and Information Administration's (NTIA) Broadband Technology Opportunities Program (BTOP). North Carolina is a national leader in broadband, ranking fourth nationally in the award of Recovery broadband projects, receiving more than \$280 million in projects.

SkyLine Telephone Membership Corporation was awarded \$28.9 million in a Recovery-funded BIP grant to expand advanced fiber-to-the-premises services to households, local businesses and anchor institutions in Alleghany and Ashe counties in North Carolina and Johnson County, Tennessee. Of the \$28.9 million awarded, 70 percent of that amount is a grant, while 30 percent will come in the form of a loan to SkyLine. Roughly 90 percent of the project is in North Carolina, and the build is split nearly evenly between Ashe and Alleghany Counties.

Nearly 60 years ago, SkyLine received a significant loan from the Rural Electrification Administration (REA) to help build the cooperative's original telephone system. This new project will encompass the placement of approximately 900 miles of fiber throughout the counties of Ashe, Alleghany, and in the Shady Valley area of Tennessee over the next three years. More than 7,300 residents and businesses will be positively impacted by this project.

With new or increased broadband access, communities can compete on a level playing field to attract new businesses, schools can create distance learning opportunities, medical professionals can provide cost-efficient remote diagnoses and care, and business owners can expand the market for their products beyond their neighborhoods to better compete in the global economy.

The SkyLine Project will employ construction crews, back-hoe operators, cable locators, cable splicers, technicians, warehouse, accounting personnel, engineers, CAD operators, and clerks. Some positions will be filled locally, and some will be contract crews from other locations, but ultimately, the local economy will be enhanced by more dollars being spent in these counties.

"Our members will be the beneficiary of a network that will affect generations to follow--a network that is essentially future proof and able to handle the needs of today, tomorrow and for decades to come," said SkyLine Chief Executive Officer Jimmy Blevins.

"Building a broadband infrastructure is the key to creating jobs and economic opportunity in rural areas," said North Carolina Rural Development State Director Randall Gore.

## Appendix, Allegheny County breakout

Federal Agency	Program Title	Recipient name	Recipient role <sup>i</sup>	Prime Amount <sup>ii</sup>	Unique Sub Awards <sup>iii</sup>	Loans	Additional Economic Activity (not counted toward totals) <sup>iv</sup>
	Bonds		P			\$3,757,815.00	
	Very Low to Moderate Income Housing Loans - Guaranteed	Individuals	L			\$718,500.00	
Administration for Children and Families	ARRA - Child Care and Development Block Grant	Allegheny, County Of	S	\$0.00	\$83,695.45	\$0.00	
Department of Agriculture	Supplemental Nutrition Assistance Program	Multiple Individuals	S		\$612,377.89		
Department of Energy	Energy Efficiency and Conservation Block Grant Program (EECBG)	Allegheny, County Of	S	\$0.00	\$32,920.00	\$0.00	
Department of Health and Human Services	Aging Congregate Nutrition Services for States	Allegheny County Council On Aging	SV	\$0.00	\$0.00	\$0.00	
	Aging Home-Delivered Nutrition Services for States	Allegheny County Council On Aging	SV	\$0.00	\$0.00	\$0.00	
Department of Justice	Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program/ Grants to States and Territories	Allegheny, County Of	S	\$0.00	\$63,674.93	\$0.00	
				\$0.00	\$63,674.93	\$0.00	
Department of Labor	Unemployment Insurance	Multiple Individuals	S		\$2,507,076.81		
Federal Highway Administration	Highway Planning and Construction	Adams Construction Company	PV	\$0.00		\$0.00	\$1,208,490.00
		Carl Rose & Sons, Inc.	PV	\$0.00		\$0.00	\$352,551.55
		North Carolina Department Of Transportation	P	\$408,783.00		\$0.00	\$408,783.00
				\$1,208,490.00		\$0.00	\$1,208,490.00

		Vaughn & Melton Consulting Engineers	PV	\$0.00	\$0.00	\$0.00	
				\$0.00	\$0.00	\$0.00	
<b>Federal Transit Administration</b>	Formula Grants for Other Than Urbanized Areas	Allegheny, County Of	S	\$0.00	\$38,117.00	\$0.00	
<b>Idaho Operations Office</b>	Energy Efficient Appliance Rebate Program (EEARP)		P		\$2,400.00	\$0.00	
<b>Office of Elementary and Secondary Education</b>	State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	Allegheny County Board Of Education	S	\$0.00	\$980,064.00	\$0.00	
	State Fiscal Stabilization Fund (SFSF) - Race-to-the-Top Incentive Grants, Recovery Act	Allegheny County Board Of Education	S	\$0.00	\$169,020.00	\$0.00	
	Title I Grants to Local Educational Agencies, Recovery Act	Allegheny County Board Of Education	S	\$0.00	\$277,922.00	\$0.00	
<b>Office of Special Education and Rehabilitative Services</b>	Special Education Grants to States, Recovery Act	Allegheny County Board Of Education	S	\$0.00	\$320,959.00	\$0.00	
<b>Rural Housing Service</b>	Community Facilities Loans and Grants		PV	\$0.00		\$0.00	\$146,793.87
		Allegheny, County Of	P	\$190,000.00		\$0.00	\$190,000.00
				\$0.00		\$335,755.00	\$335,755.00
				\$0.00		\$520,000.00	\$520,000.00
				\$280,000.00		\$0.00	\$280,000.00
		L-3 Communications Mobile Vision	PV	\$0.00		\$0.00	\$43,450.00
		Professional Construction Group	PV	\$0.00		\$0.00	\$281,159.65
		Sparta, Town Of	P	\$78,915.00		\$0.00	\$78,915.00
<b>SSA</b>	Social Security Economic Recovery Act Payments	Multiple Individuals	P		\$721,250.00		
<b>Grand Total</b>				\$2,166,188.00	\$5,873,152.01	\$5,332,070.00	\$5,054,388.07

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<sup>i</sup> Recipient Role are as follows: P is a prime recipient; S is a Sub-recipient; PV is a vendor to a prime recipient; SV is a vendor to a sub-recipient; L is a loan recipient.

<sup>ii</sup> Prime Amounts are unique prime awards within a county. These are entities who have received funding directly from a federal agency, and are required to report directly to [www.federalreporting.gov](http://www.federalreporting.gov)

<sup>iii</sup> Unique Sub Awards are amounts that flow into a county from a source that is NOT directly from a Federal Agency. Generally these are funds awarded to the North Carolina State Government that have been directed to a local source.

<sup>iv</sup> Additional Economic Activity are economic activity attributable to a previous funding category. They may be a sub award by a prime recipient within a county, or a contract funded by one of the previous three columns. This economic activity is not counted toward the county total.